



County of Los Angeles CHIEF EXECUTIVE OFFICE

Kenneth Hahn Hall of Administration
500 West Temple Street, Room 713, Los Angeles, California 90012
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<http://ceo.lacounty.gov>

WILLIAM T FUJIOKA
Chief Executive Officer

October 30, 2012

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

16 October 30, 2012

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

Board of Supervisors
GLORIA MOLINA
First District

MARK RIDLEY-THOMAS
Second District

ZEV YAROSLAVSKY
Third District

DON KNABE
Fourth District

MICHAEL D. ANTONOVICH
Fifth District

**JOINT RESOLUTION BETWEEN THE CITY OF SANTA CLARITA AND THE
COUNTY OF LOS ANGELES APPROVING AND ACCEPTING THE NEGOTIATED
EXCHANGE OF PROPERTY TAX REVENUE RESULTING FROM THE ANNEXATION OF
UNINCORPORATED TERRITORY KNOWN AS SOUTH SAND CANYON TO THE
CITY OF SANTA CLARITA (ANNEXATION 2011-26)
(SUPERVISORIAL DISTRICT 5)
(3 VOTES)**

SUBJECT

Adoption of the Joint Resolution for the annexation of unincorporated territory to the City of Santa Clarita.

IT IS RECOMMENDED THAT THE BOARD:

Adopt the Joint Resolution between the Board of Supervisors and the City Council of the City of Santa Clarita based on the negotiated exchange of property tax revenue, as a result of the proposed Annexation 2011-26 of approximately 692 acres of unincorporated territory known as South Sand Canyon to the City of Santa Clarita.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS

The City Council of the City of Santa Clarita has adopted the attached Joint Resolution based on the negotiated exchange of property tax revenue resulting from the proposed annexation of unincorporated territory to the City of Santa Clarita. The territory consists of approximately 692 acres generally located south of Placerita Canyon Road, and west and south of Sand Canyon Road.

"To Enrich Lives Through Effective And Caring Service"

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Intra-County Correspondence Sent Electronically Only**

In order for the Local Agency Formation Commission (LAFCO) for Los Angeles County to proceed with the required hearings on the proposed annexation, the Board, as the governing body of the County, must first adopt the Joint Resolution.

FISCAL IMPACT/FINANCING

The adopted Joint Resolution will transfer annually Ten Thousand Nine Hundred Twelve Dollars (\$10,912) in base property tax revenue from the County General Fund to the City, and will allocate a share – approximately 5.69 percent of the annual property tax increment in Tax Rate Area 02486, 6.20 percent in Tax Rate Area 09130, 4.30 percent in Tax Rate Area 09151, and 5.07 percent in Tax Rate Area 09161 – from the County to the City, as contained in the Joint Resolution. An adjustment will be made to the County budget in the fiscal year following the year in which the annexation is approved.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Pursuant to Part 3, Title 5 of the California Government Code, commencing with Section 56000, the City of Santa Clarita adopted a resolution and filed an application with LAFCO to initiate proceedings for annexation of the subject territory to the City.

Section 99 of the California Revenue and Taxation Code (R & T Code) requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change must address the fiscal impacts of the proposed annexation by negotiating a reallocation of property tax revenue between the affected agencies, and approve and accept such reallocation by resolution. The City Council of the City of Santa Clarita has adopted the negotiated Joint Resolution, as required by Section 99 of the R & T Code.

The proposed territory to be annexed to the City of Santa Clarita is currently within the County of Los Angeles Road Maintenance District No. 5 (RMD No. 5), and County Public Library system. Upon annexation of the territory to the City, the territory will be detached from County RMD No. 5 and withdrawn from the County Public Library.

Adoption of the Joint Resolution by the Board will allow LAFCO to schedule the required public hearings to consider testimony on the proposed annexation. LAFCO will subsequently take action to approve, approve with changes, or disapprove the proposal for the annexation.

The Joint Resolution has been approved as to form by County Counsel.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Upon the effective date of an annexation, the City will become responsible for providing municipal services to the area within its jurisdiction.

ENVIRONMENTAL DOCUMENTATION

The proposed project is not a project pursuant to the California Environmental Quality Act (CEQA) because it is an activity that is excluded from the definition of a project by Section 15378(b) of the State CEQA Guidelines. This proposed action is the creation of a government funding mechanism, a fiscal activity which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment.

CONCLUSION

At such time as the recommendation is approved by the Board, please return one copy of the letter and five signed originals of the Resolution to LAFCO, one approved copy of the letter and one original Resolution to the Chief Executive Office, Office of Unincorporated Area Services, and one approved copy of the letter and a copy of the Resolution to the Auditor-Controller, Tax Division.

Respectfully submitted,



WILLIAM T FUJIOKA
Chief Executive Officer

WTF:RLR
DSP:JST:acn

Attachment

c: Executive Office, Board of Supervisors
County Counsel
Sheriff
Assessor
Auditor-Controller
Fire
Public Library
Public Works
Regional Planning

**JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE
COUNTY OF LOS ANGELES AND THE CITY COUNCIL OF THE CITY OF
SANTA CLARITA, APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE
OF PROPERTY TAX REVENUE RESULTING FROM THE ANNEXATION OF
TERRITORY KNOWN AS ANNEXATION 2011-26 (SOUTH SAND CANYON) TO
THE CITY OF SANTA CLARITA, DETACHMENT FROM
COUNTY ROAD DISTRICT NO. 5, AND WITHDRAWAL FROM THE
COUNTY PUBLIC LIBRARY SYSTEM**

WHEREAS, the City of Santa Clarita initiated proceedings with the Local Agency Formation Commission (LAFCO) for the County of Los Angeles for the annexation of territory identified as Annexation 2011-26 to the City of Santa Clarita; and

WHEREAS, pursuant to Section 99 of the California Revenue and Taxation Code, for specified jurisdictional changes, the governing bodies of affected agencies shall negotiate and determine the amount of property tax revenue to be exchanged between the affected agencies; and

WHEREAS, the area proposed for annexation is identified as Annexation 2011-26 and consists of approximately 692 acres of unincorporated territory known as "South Sand Canyon" generally located south of Placerita Canyon Road, and west and south of Sand Canyon Road; and

WHEREAS, effective July 1, 2011, the City of Santa Clarita has withdrawn from the County Public Library system and therefore, all unincorporated territory annexed to the City of Santa Clarita after that date will also be withdrawn from the County Public Library system.

WHEREAS, the Board of Supervisors of the County of Los Angeles, as governing body of the County and the County of Los Angeles Road District No. 5 and the County Public Library, and the City Council of the City of Santa Clarita, have determined the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation of the unincorporated territory identified as Annexation 2011-26, detachment from County Road District No. 5 and withdrawal from the County Public Library system, is as set forth below:

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenue between the County of Los Angeles and the City of Santa Clarita, resulting from Annexation 2011-26 is approved and accepted.

2. For the fiscal year commencing in the year after the filing of the statement of boundary change for Annexation 2011-26 with the Board of Equalization pursuant to Government Code sections 54902 and 57204, and every fiscal year thereafter, property tax revenue received by County Road District No. 5, attributable to Annexation 2011-26, shall be transferred to the County of Los Angeles, and the County Road District No. 5 share in the annexation area shall be reduced to zero.

3. For the fiscal year commencing in the year after the filing of the statement of boundary change for Annexation 2011-26 with the Board of Equalization pursuant to Government Code sections 54902 and 57204, and every fiscal year thereafter, property tax revenue received by the County Public Library, attributable to Annexation 2011-26, shall be transferred to the City-Santa Clarita Library Fund, and the County Public Library's share in the annexation area shall be reduced to zero.

4. For the fiscal year commencing in the year after the filing of the statement of boundary change for Annexation 2011-26 with the Board of Equalization pursuant to Government Code sections 54902 and 57204, and every fiscal year thereafter, Ten Thousand, Nine Hundred and Twelve Dollars (\$10,912) in base property tax revenue shall be transferred from the County of Los Angeles to the City of Santa Clarita.

5. For the fiscal year commencing after the filing of the statement of boundary change for Annexation 2011-26 with the Board of Equalization pursuant to Government Code Sections 54902 and 57204, and every fiscal year thereafter, the following ratios of annual property tax increment attributable to each respective Tax Rate Area in the Annexation 2011-26 territory shall be transferred from the County of Los Angeles to the City of Santa Clarita as shown below and the County's share shall be reduced accordingly:

Tax Rate Area	Annual Tax Increment Ratio Transfer to the City
02486	0.056859799
09130	0.061978910
09151	0.043019540
09161	0.050734822


[illegible]

PASSED, APPROVED AND ADOPTED this 28th day of August, 2012
by the following vote:

AYES: McLean, Weste, Kellar, ABSENT:None
Boydston, Ferry

NOES: None

ABSTAIN: None



Mayor
City of Santa Clarita

ATTEST:

Tucker _____
City Clerk
City of Santa Clarita

/ /

(Signed in Counterpart)

The foregoing resolution was on the 30th day of October, 2012, adopted by the Board of Supervisors of the County of Los Angeles and ex officio the governing body of all other special assessment and taxing districts, agencies and authorities for which said Board so acts.



SACHI A. HAMAI, Executive Officer
Clerk of the Board of Supervisors
of the County of Los Angeles

By Lachelle Smith
Deputy

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

BY Helen S. Parker
Deputy

/

(Signed in Counterpart)